

DAILY MARKETS OVERVIEW

7 MAY 2019

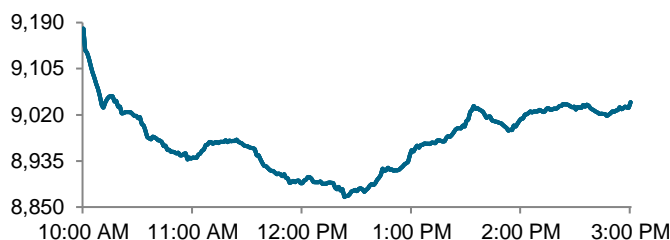
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	9,043	-1.5	-3.1	15.5	20.6
Saudi (NOMU)	3,488	-4.7	-3.4	38.4	13.3
Energy	4,523	-0.2	-1.9	-6.7	23.2
Materials	5,747	-1.0	-2.3	9.4	21.6
Capital Goods	3,743	-1.5	-2.5	-4.1	32.9
Com. & Prof. Svc	4,217	-1.3	-1.6	1.9	18.0
Transportation	3,689	-0.8	-2.5	6.1	19.5
Cons. Durables & Apparel	3,546	-0.1	-1.5	-3.2	NA
Consumer Services	3,490	-3.2	-5.0	18.4	NA
Media	10,665	8.3	18.3	4.8	NA
Retailing	7,694	-0.8	-1.5	12.1	35.6
Food & Staples Retailing	6,332	-1.0	-1.3	6.5	33.2
Food & Beverages	4,520	0.6	-0.7	16.3	NA
Health Care Equipment	3,900	0.2	-0.7	3.8	25.0
Pharma, Biotech & Life Science	3,582	0.2	-1.8	-7.7	31.8
Banks	9,004	-1.9	-4.0	24.8	15.2
Diversified Financials	3,332	-0.3	-1.8	-4.2	NA
Insurance	4,289	-2.4	-4.5	2.7	NA
Telecommunication	6,797	-2.0	-3.7	25.7	24.7
Utilities	3,515	-0.1	-2.2	4.3	38.7
REITs	3,620	-0.4	-0.4	-0.1	25.8
Real Estate	3,169	-2.1	-3.8	-1.7	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Research and Marketing Group	88.20	9.6%	98
The Mediterranean & Gulf Insurance & Reinsurance Co.	16.34	5.6%	29
Northern Region Cement Co.	9.55	2.9%	11
Al Jouf Cement Co.	8.51	2.4%	18
Hail Cement Co.	9.30	2.0%	42

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Alawwal Bank	6-May	1Q19	219.5	-23%	0.19	MISS
Seera Holding	6-May	1Q19	47.0	-45%	0.16	MISS
National Medical Care Co	6-May	1Q19	30.0	17%	0.67	BEAT
Northern Region Cement Co.	6-May	1Q19	15.5	960%	0.09	NA
Bawan Company	6-May	1Q19	15.0	7%	0.25	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of May 7, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 1.5% lower at 9,043 while NOMU ended 4.7% lower at 3,488 on Monday. TASI traded value totaled SAR 4.1bn and averaged SAR 3.5bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 42% of the daily traded value.
- Banks and Materials lost 1.9% and 1.0%, respectively. Telecom closed 2.0% lower. Media (up 8.3%) was the best sector performer. Among stocks, Saudi Research and Marketing Group (4210/RESEARCH AB), The Mediterranean & Gulf Insurance & Reinsurance Co. (8030/MEDGULF AB), and Northern Region Cement Co. (3004/NORTHCEM AB) led the gainers.
- According to the Saudi Arabian Monetary Authority (SAMA), the total value of assets held by investment funds in KSA grew by 7.0% Q/Q to SAR 120bn (USD 31.9bn) in 1Q19. The rise was driven by foreign assets which more than doubled Q/Q despite an 11% Q/Q drop in local assets. (Source: Argaam)
- The General Authority for Statistics (GASTAT) stated that KSA's gross savings climbed 42% Y/Y to SAR 241bn (USD 64.3bn) in 4Q18. The gross savings to GDP ratio stood at 32.2% in 4Q18, versus 25.1% for the same period in 2017. (Source: Argaam)
- The Secretary-General of the Media and Banking Awareness Committee of Saudi Banks revealed that small and medium enterprise (SMEs) financing accounts for SAR 70bn (USD 18.7bn) of lending portfolios in Saudi banks. (Source: Argaam)
- The UAE and KSA have jointly reviewed the latest prospects of co-operation in the field of infrastructure development. This came during meetings held recently by the joint project teams of the Emirati-Saudi Coordination Council where a summary of the projects charted by the Saudi Ministry of Infrastructure Development, and the efforts of both countries to strengthen their infrastructure were discussed. (Source: Zawya)
- KSA energy firm Taqa is set to acquire two North American energy firms by year-end, as part of a USD 1.0bn (SAR 3.7bn) investment plan over the next three years. Around USD 1.2bn (SAR 4.5bn) has been allocated to acquire firms in the oil services, equipment manufacturing segments in the MENA region as well as North America. (Source: The National)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
MetLife AIG ANB Cooperative Insurance Co.	23.88	-5.4%	14
The Company for Cooperative Insurance	63.20	-5.3%	22
Seera Group Holding	17.90	-5.2%	62
Herfy Food Services Co.	53.40	-4.5%	10
CHUBB Arabia Cooperative Insurance Co.	24.10	-4.4%	19

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	120.00	-2.0%	545
Al Rajhi Bank	72.30	-1.4%	471
Alinma Bank	26.00	-2.1%	283
National Commercial Bank	60.90	-1.9%	279
Riyad Bank	28.45	-1.9%	151

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,733	-0.7	-0.9	8.1	11.5
Abu Dhabi (ADX)	5,146	-1.5	-1.8	4.7	14.3
Kuwait (KSE)	5,472	0.6	-0.3	5.5	16.3
Qatar (QE)	10,297	-1.6	-1.8	0.0	14.5
Oman (MSM)	3,905	-0.7	-1.5	-9.7	8.1
Bahrain (BSE)	1,438	0.1	0.2	7.5	9.9
DJMENA Index	613	-1.2	-2.2	10.2	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,932	-0.4	-0.4	17.0	19.2
US (NASDAQ 100)	8,123	-0.5	-0.5	22.4	23.2
UK (FTSE 100)	7,381	0.0	0.0	9.7	17.0
Germany (DAX)	12,287	-1.0	-1.0	16.4	16.1
France (CAC 40)	5,484	-1.2	-1.2	15.9	18.2
Russia (MICEX)	2,580	0.0	0.0	8.9	5.3
Japan (Nikkei)	22,259	0.0	0.0	11.2	16.4
Hong Kong (HSI)	29,210	-2.9	-2.9	13.0	11.2
South Korea (KOSPI)	2,196	0.0	0.0	7.6	11.8
China (SHCOMP)	2,906	-5.6	-5.6	16.5	14.1
India (NIFTY)	11,598	-1.0	-1.0	6.8	27.1
Brazil (IBOV)	95,009	-1.0	-1.0	8.1	15.9
Turkey (BIST 100)	92,982	-1.0	-1.0	1.9	6.6
Egypt (EGX30)	14,205	-4.5	-4.5	9.0	15.1
MSCI Emerging Markets	1,063	-1.9	-1.9	10.0	13.3
MSCI World	2,167	-0.5	-0.5	15.0	17.8

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	71.2	0.6	0.6	32.4	-6.5
Natural Gas (\$/mmbtu)	2.5	-1.7	-1.7	-14.1	-1.4
Gold (\$/oz)	1,281	0.2	0.2	-0.1	-2.5
Silver (\$/oz)	14.9	-0.2	-0.2	-3.8	-9.6
Platinum (\$/oz)	876	0.4	0.4	10.0	-3.9
Copper (\$/t)	6,229	0.0	0.0	4.7	-8.3
Zinc (\$/t)	2,871	0.0	0.0	14.0	-3.9
Lead (\$/mt)	1,880	0.0	0.0	-6.4	-17.5
Wheat (\$/bu)	437	-0.2	-0.2	-13.1	-24.6
Corn (\$/bu)	364	-1.8	-1.8	-2.9	-16.0
Sugar (\$/lb)	11.9	-1.1	-1.1	-1.2	-10.5

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.56	0.00	-0.25	0.00
Saudi Arabia	2.85	0.00	-0.13	0.29
UAE	2.83	0.04	-0.01	0.27
Kuwait	2.63	-0.06	0.31	0.07
Qatar	2.86	0.00	-0.04	0.30
Bahrain	3.38	0.00	-0.57	0.82

Source: Reuters

NOTES: (1) Prices updated as of May 7, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US Markets ended in the red on Monday. S&P 500 and NASDAQ declined 0.4% and 0.5%, respectively. Dow Jones Industrial closed 0.3% lower. In Europe, UK was closed for trading. Germany and France ended 1.0% and 1.2% lower, respectively.
- Asian markets are trading mixed on Tuesday. China is down 0.1%. Japan and South Korea are trading 1.5% and 1.0% lower, respectively. Hong Kong is trading flat while India is up 0.1%.
- GCC markets ended mixed on Monday. Dubai and Abu Dhabi decreased 0.7% and 1.5%, respectively. Kuwait gained 0.6% while Qatar closed 1.6% lower. Oman declined 0.7% while Bahrain ended 0.1% higher.
- The UAE's Ministry of Economy approved AED 350mn (USD 95mn) worth of discounts on food throughout the holy month of Ramadan. The Ministry said the discounts would be available on around 10,000 items from 650 co-op societies and sales outlets throughout the country. (Source: Arabian Business)
- The value of non-oil foreign merchandise trade through Abu Dhabi ports increased 11.5% Y/Y to AED 35.8bn (USD 9.7bn) in Jan-Feb 2019 from AED 32.1bn (USD 8.7bn) in the same period in 2018. (Source: Zawya)
- The Central Bank of UAE stated that the 6-12 month term deposits in UAE banks surged to around AED 187bn (USD 50.9bn) during 1Q19, an increase of 3.7% Y/Y. (Source: Zawya)
- Dubai's Department of Finance (DOF), in collaboration with Smart Dubai and emaratech, has launched a digital wallet to facilitate the payments for government service fees. (Source: Trade Arabia)
- Oman's Ministry of Transport and Communication announced that work is in full swing at the Sharqiyah Expressway project site with 80% of the tunnels already completed. (Source: Trade Arabia)
- Abu Dhabi Global Market Courts signed a partnership with Ras Al Khaimah Courts in the Northern Emirate, enabling them to enforce each other's judgments. The deal is intended to create a greater alignment in the legal decisions taken by different court systems across the country. (Source: The National)
- Yas Island is increasingly turning towards emerging markets to drive visitor numbers in the future, according to the Vice President of Experience Hub. It has primarily focused on five source markets that have to date been the most significant sources of visitors: India, China, the GCC, Europe and the CIS. (Source: Arabian Business)
- Abu Dhabi-based LuLu Group opened its first hotel project in India – Hotel Muziris in Kochi - through its hospitality investment arm, Twenty14 Holdings. The Kochi hotel also marks Marriott International's (MAR US) first Tribute Portfolio branded property to open in South Asia. (Source: Arabian Business)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended May 3 (prior: 9.9mn barrels) will be announced tomorrow. (Source: Econoday)
- China Consumer Price Index (CPI) for the month of April 2019 (prior: -0.5% M/M, 2.3% Y/Y) will be announced tomorrow. (Source: Econoday)
- US jobless claims for the week ended May 4 (prior: 230K; consensus: 220K) will be announced on May 9. (Source: Econoday)



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